

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ADJUSTMENT OF RATES OF KENTUCKY)
WATER SERVICE COMPANY, INC.) CASE NO. 7867

ORDER APPROVING TARIFF AND DISMISSING CASE

On August 20, 1982, the Kentucky Court of Appeals remanded the Commission's 1980 rate order for Kentucky Water Service with directions to allow the company a rehearing on the issues originally raised before the Commission. The Commission, accordingly, reopened this docket for further consideration. However, on January 31, 1981, the parties to this case reached a settlement of all outstanding issues and filed an agreed order with the Franklin Circuit Court dismissing this case. As a part of the settlement, Kentucky Water Service was allowed an adjustment in its present rates to reflect a prospective change in its accounting for investment tax credits. Accordingly, Kentucky Water Service filed a tariff on February 11, 1983, which will allow the company to receive an additional \$84,000 in revenues on an annual basis effective April 1, 1983. The Commission's staff has examined this tariff and finds that its terms comply with the provisions of the settlement agreement.

Based upon the above considerations and being advised, the Commission HEREBY ORDERS that the tariff filed by Kentucky Water Service on February 11, 1983, be and it hereby is approved for service rendered on and after April 1, 1983.

The Commission FURTHER ORDERS that this case be and it hereby is dismissed.

Done at Frankfort, Kentucky, this 4th day of March, 1983.

PUBLIC SERVICE COMMISSION

James J. Howell
Chairman

Did not participate
Vice Chairman

Ann Lang
Commissioner

ATTEST:

Secretary